GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

MINES & MINERALS - M/s APMDC - Permission for issuance of Bonds for an amount upto Rs.9,000 Crores (Rupees Nine Thousand Crores) by APMDC - Orders - Issued.

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INDUSTRIES & COMMERCE (M.III) DEPARTMENT

G.O.MS.No. 32 Dated: 11-03-2025

Read the following:

1. G.O. MS. No. 97, Industries & Commerce (M.III) Department dt.26.12.2024.
2. Memo No. 2713031/2025-M-III/1 to 431 (total 431 memos) dt.11.02.2025.
3. From the VC&MD, APMDC single e-file (Computer No. 2379505) bearing APMDC-15/1/2024-ACCOUNTS SEC-APMDC, dt.06.03.2025.

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ORDER:

Vide reference 1st read above, the State Government has accorded permission to the Andhra Pradesh Mineral Development Corporation Limited (APMDC) to initiate the preliminary activities to raise funds for minimum amount of Rs.5,000 Crores (Rupees Five Thousand Crores only) for general Capital and Corporate purposes. Further, vide reference 2nd read above, the State Government has accorded permission to the Department of Mines & Geology to grant quarry leases for various minor mineral bearing leases to APMDC under rule 11 (1) (i) of APMMC Rules, 1966 subject to the compliance with all relevant conditions prescribed by the Government.

2. The Vice Chairman & Managing Director, Andhra Pradesh Mineral Development Corporation Limited vide reference 3rd read above, informed that, APMDC has embarked on an ambitious diversification journey and has acquired high value minerals such as thermal coal, coking coal, Iron Ore, Beach Sand Minerals, etc., To sustain this remarkable growth, APMDC is aiming to scale up operations by multi-fold by expanding capacity of existing projects, operationalizing under development projects and by acquiring new projects in various major minerals including beach sand mineral, coal, bauxite, gold, iron ore etc., Further, APMDC intends to develop and operationalize the minor mineral leases to be granted by the Department of Mines & Geology. To support its ambitious growth strategy, APMDC intends to raise funds by issuing senior, secured, rated, listed, redeemable and taxable non-convertible debentures ("NCDs" or "Debentures" or "Bonds") on a private placement basis for total aggregate issue size of upto Rs.9,000 Crs (Rupees Nine Thousand Crores only). In this regard, the Corporation has already completed certain preliminary preparatory activities, including appointment of certain critical agencies and have prepared a term sheet containing the proposed terms.

3. The VC&MD, APMDC has therefore, requested the Government for approval on the following:

a. For APMDC to issue Senior, Secured, Rated, Listed, Redeemable and Taxable Non-Convertible Debentures ("NCDs" or "Debentures" or "Bonds") on a private placement basis for total aggregate issue size of up to Rs.9,000 Crs. (Rupees Nine Thousand Crores only), to acquire and develop new mining projects as well as invest in any other profitable ventures.
b. For the proposed Term Sheet, as provided in the proposal submitted vide ref. 3rd read above.
c. To utilize the proceeds from bonds issue to acquire mining rights, mineral bearing lands and alienation of the same in APMDC's favor.
d. to provide exclusive charge over the identified mines of APMDC and the mining land parcels comprised therein, and the charge on the mining rights over such mines, as security for the proposed bonds issue.
e. To ratify the action taken by APMDC in appointing M/s Trust Investment Advisors Private Limited as Advisor-cum-Merchant Banker as well as other competent agencies for various critical activities in the process of bond issuance and authorize APMDC to undertake any other activities necessary for issuance of the bonds.

(P.T.O)

4. Government, after careful examination of the matter, hereby accord approval:

i. For APMDC to issue Senior, Secured, Rated, Listed, Redeemable and Taxable Non-Convertible Debentures ("NCDs" or "Debentures" or "Bonds") on a private placement basis for total aggregate issue size of up to Rs.9,000 Crs. (Rupees Nine Thousand Crores only), to acquire and develop new mining projects as well as invest in any other profitable ventures.
ii. For the proposed Term Sheet, as provided in the proposal submitted vide reference 3rd read above.
iii. For APMDC to utilize the proceeds from bonds issue to acquire mining rights, mineral bearing lands and alienation of the same in APMDC's favour.
iv. For APMDC to provide exclusive charge over the identified mines of APMDC and the mining land parcels comprised therein, and the charge on the mining rights over such mines, as security for the proposed bonds issue.
v. To ratify the action taken by APMDC in appointing M/s Trust Investment Advisors Private Limited as Advisor-cum-Merchant Banker as well as other competent agencies for various critical activities in the process of bond issuance and authorize APMDC to undertake any other activities necessary for issuance of the bonds.

5. The Vice Chairman & Managing Director, the Andhra Pradesh Mineral Development Corporation Limited shall take necessary further action accordingly in the matter.

6. This order issued with the concurrence of the Finance Department vide Note#64 in e-file bearing No.2379505, dated 06-03-2025.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

PRAVIN KUMAR
SECRETARY TO GOVERNMENT (MINES)

To
The Vice Chairman & Managing Director, APMDC, Kanuru, Vijayawada.
Copy to:
The Commissioner & Director, Mines & Geology, Ibrahimpatnam, Vijayawada.
The Finance (FMU, I&C, I&I & Energy) Department.
The PS to Spl CS., to CM.
The OSD to Minister (M&G).
The PS to Secretary to Govt.(M).
SF/SCs.

// FORWARDED : : BY ORDER //

SECTION OFFICER